

S.E.C. RULE 15c2-12
ANNUAL REPORT
FISCAL YEAR ENDED JUNE 30, 2005

The California Department of Transportation (the "Department"), acting by and through the State Treasurer's Office of the State of California, hereby provides its annual financial information for the fiscal year ended June 30, 2005 in connection with the following:

Bond Issue

Name of Issue	Dated Date	Date of Continuing Disclosure Agreement
California Department of Transportation, Federal Highway Grant Anticipation Bonds, Series 2004A	2/1/04	3/10/04

The base CUSIP number for the bond listed above is 130657 - _ _ _.

Note: The base CUSIP number provided is for the convenience of Bondholders. The State Treasurer's Office is not responsible for the accuracy or completeness of such numbers.

Other Matters

This annual report is provided solely for purposes of the Continuing Disclosure Agreement. The filing of this report does not constitute or imply any representation (i) that all of the information provided is material to investors, (ii) regarding any other financial, operating or other information about the California Department of Transportation or the Bonds, or (iii) that no changes, circumstances or events have occurred since the end of the fiscal year to which this report relates (other than as referred to in this report), or that no other information exists which may have a bearing on the security for the Bonds, or an investor's decision to buy, sell, or hold the Bonds. The information contained in this report has been obtained from sources which are believed to be reliable, but such information is not guaranteed as to accuracy or completeness.

Dated: March 28, 2006

State of California

Original signed by Katie Carroll
Deputy State Treasurer
For State Treasurer, Philip Angelides

**STATE OF CALIFORNIA
(CALIFORNIA DEPARTMENT OF TRANSPORTATION)
FEDERAL HIGHWAY GRANT ANTICIPATION BONDS,
SERIES 2004A**

**ANNUAL REPORT
OF THE
CALIFORNIA DEPARTMENT OF TRANSPORTATION
FOR THE
FISCAL YEAR ENDED JUNE 30, 2005**

Dated March 15, 2006

**STATE OF CALIFORNIA
(CALIFORNIA DEPARTMENT OF TRANSPORTATION)
FEDERAL HIGHWAY GRANT ANTICIPATION BONDS,
SERIES 2004A**

**ANNUAL REPORT
OF THE
CALIFORNIA DEPARTMENT OF TRANSPORTATION
FOR THE
FISCAL YEAR ENDED JUNE 30, 2005**

Table of Contents

	Page
I. Introduction.....	1
II. Unaudited Financial Statements of the Department Relating to the Federal Trust Fund for the fiscal year ended June 30, 2005	2
III. Updated Information for a Certain Table in the Official Statement	3
Appendix A – Unaudited Financial Statements of the Department Relating to the Federal Trust Fund for the fiscal year ended June 30, 2005	
Appendix B – Updated Information for a Certain Table in the Official Statement	
Appendix C – List of Nationally Recognized Municipal Securities Information Repositories	

I. INTRODUCTION

The California Department of Transportation (the "Department"), pursuant to the Continuing Disclosure Agreement dated as of March 10, 2004 (the "Disclosure Agreement") relating to the Bonds described below, hereby provides its annual report for the fiscal year ended June 30, 2005 (the "Fiscal Year 2004-2005 Annual Report"). Capitalized terms used herein and not otherwise defined shall have the meanings given such terms in the Disclosure Agreement, or if not defined therein, in the Official Statement (as hereinafter defined).

Bond Issue

This Fiscal Year 2004-2005 Annual Report relates to the State of California (California Department of Transportation), Federal Highway Grant Anticipation Bonds, Series 2004A, dated February 1, 2004 (the "Bonds"). Each maturity of the Bonds is identified by the corresponding CUSIP Number set forth below:

Maturity Date (February 1).	CUSIP No. (130657)
2005	AA7
2006 ⁽¹⁾	AB5
2006 ⁽¹⁾	AC3
2007 ⁽¹⁾	AD1
2007 ⁽¹⁾	AE9
2007 ⁽¹⁾	AF6
2008 ⁽¹⁾	AG4
2008 ⁽¹⁾	AH2
2008 ⁽¹⁾	AJ8
2009 ⁽²⁾	AK5
2009 ⁽²⁾	AL3
2009 ⁽²⁾	AM1
2010 ⁽²⁾	AN9
2010 ⁽²⁾	AP4
2011 ⁽²⁾	AQ2
2011 ⁽²⁾	AS8
2011 ⁽²⁾	AR0
2012 ⁽³⁾	AT6
2012 ⁽³⁾	AU3
2012 ⁽³⁾	AV1
2013 ⁽³⁾	AW9
2013 ⁽³⁾	AY5
2013 ⁽³⁾	AX7
2013 ⁽³⁾	AZ2
2014 ⁽³⁾	BA6
2014 ⁽³⁾	BB4
2015 ⁽³⁾	BC2
2015 ⁽³⁾	BD0
2015 ⁽³⁾	BE8

(1) Ambac Insured.

(2) MBIA Insured.

(3) FGIC Insured.

Note: The CUSIP Numbers are provided for the convenience of Bondholders. The Department is not responsible for the accuracy or completeness of such numbers.

Fiscal Year 2004 Annual Report

The Fiscal Year 2004-2005 Annual Report includes this Introduction and all appendices attached hereto.

Other Matters

The Department is submitting this Fiscal Year 2004-2005 Annual Report. The Department may or may not from time to time voluntarily submit additional information. This submission does not constitute a commitment to provide information beyond the disclosure requirements of the Disclosure Agreement.

This Fiscal Year 2004-2005 Annual Report is dated as of March 15, 2006 (the "Dated Date") and speaks only as of the Dated Date. Readers are cautioned not to assume that any information has been updated beyond the Dated Date unless this Fiscal Year 2004-2005 Annual Report expressly states that it constitutes an update of a specific matter in a document. The Department expressly disclaims any duty of the Department to provide an update of this Fiscal Year 2004-2005 Annual Report or a further update of any document, or matter therein, specifically referenced.

Any statements regarding the Bonds, other than a statement made by the Department in an official release or subsequent notice or this Fiscal Year 2004-2005 Annual Report, published in a financial newspaper of general circulation and/or filed with the Municipal Securities Rule Making Board or the NRMSIRs, are not authorized by the Department. The Department shall not be responsible for the accuracy, completeness or fairness of any such unauthorized statement.

The Fiscal Year 2004-2005 Annual Report is provided solely for purposes of the Disclosure Agreement. The filing of the Fiscal Year 2004-2005 Annual Report does not constitute or imply any representation (i) that all of the information provided is material to investors, (ii) regarding any other financial, operating or other information about the Bonds or the Department, or (iii) that no changes, circumstances or events have occurred since June 30, 2005 (other than as set forth in this Fiscal Year 2004-2005 Annual Report), or that no other information exists, which may have a bearing on the security for the Bonds or an investor's decision to buy, sell, or hold the Bonds. The information contained in this Fiscal Year 2004-2005 Annual Report has been obtained from sources which are believed to be reliable, but such information is not guaranteed as to accuracy or completeness. No statement in this Fiscal Year 2004-2005 Annual Report should be construed as a prediction or representation about future financial performance of the Department.

**II. UNAUDITED FINANCIAL STATEMENTS OF THE DEPARTMENT
RELATING TO THE FEDERAL TRUST FUND FOR
FISCAL YEAR ENDED JUNE 30, 2005**

The Unaudited Financial Statements of the Department for the fiscal year ended June 30, 2005 are attached hereto as Appendix A.

**III. UPDATED INFORMATION FOR A CERTAIN TABLE IN
THE OFFICIAL STATEMENT**

An update of the table in the Official Statement, dated February 1, 2004 (the "Official Statement"), relating to the Bonds, which is specified in the Disclosure Agreement, together with certain additional information specified in the Disclosure Agreement, is set forth in the Appendix B attached hereto.

Dated: March 15, 2006.

CALIFORNIA DEPARTMENT OF
TRANSPORTATION

By: 
Name: CINDY McKIM
Title: Chief Financial Officer

APPENDIX A

**UNAUDITED FINANCIAL STATEMENTS OF THE DEPARTMENT RELATING TO
THE FEDERAL TRUST FUND FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

M e m o r a n d u m

*Flex your power!
Be energy efficient!*

To: State Controller's Office
Division of Accounting
3301 "C" Street, Suite 503
Sacramento, CA 95816 B8

Date: August 22, 2005

File:

From: **Department of Transportation (2660)**
1820 Alhambra Bl.
Mail: P.O. Box 168043
Sacramento, CA 95616-8043
Mr. Will Kempton, Director

Subject: Certification of Year-End Financial Reports

The following financial reports for fiscal year-end June 30, 2005, are enclosed.

Federal Trust Fund (0890)

<u>Report No.</u>	<u>Description</u>
7	Pre-Closing Trial Balance
8	Post-Closing Trial Balance
9	Analysis of Change in Fund Balance
20	Statement of Financial Condition

Contact Person: Richard Crook
Phone No: (916) 227-9248
Email Address: Richard_Crook@dot.ca.gov

I certify (or declare) under penalty of perjury that the data on the attached statements is true and correct; and that I have not violated any of the provisions of Article 4, Chapter 1, Division 4, Title 1, Government Code (commencing with Section 1090).

Subscribed and executed this 22nd day of August 2005, at Sacramento, California.

(Original Signed by Karen Louie-Tom)

Karen Louie-Tom, Chief
Special Legislation Fund Section

DEPARTMENT OF TRANSPORTATION (2660)
STATE TRANSPORTATION FUND
FEDERAL TRUST FUND (0890)
PRE-CLOSING TRIAL BALANCE
JUNE 30, 2005

ACCOUNT NUMBER	ACCOUNT TITLE	DEBIT	CREDIT
1410.0055	Due From Other Funds - Mass Transportation Revolving Account	2.11	
1510	Due From Federal Government	4,212,674,831.87	
3010	Accounts Payable		3,196,673,431.85
3114.0001	Due to Other Funds-General Fund		0.78
3114.0042	Due to Other Funds-State Highway Account		2,713,792.91
3114.0048	Due to Other Funds-Transportation Revolving Account		1,013,287,607.39
3114.0055	Due to Other Funds-Mass Transportation Revolving Account		1.05
8020	Revenue		2,364,022,951.76
9000	Budgetary Expenditures	2,364,022,951.76	
TOTAL		6,576,697,785.74	6,576,697,785.74

DEPARTMENT OF TRANSPORTATION (2660)
STATE TRANSPORTATION FUND
FEDERAL TRUST FUND (0890)
POST-CLOSING TRIAL BALANCE
JUNE 30, 2005

ACCOUNT NUMBER	ACCOUNT TITLE	DEBIT	CREDIT
1410.0055	Due From Other Funds - Mass Transportation Revolving Account	2.11	
1510	Due From Federal Government	4,212,674,831.87	
3010	Accounts Payable		3,196,673,431.85
3114.0001	Due to Other Funds-General Fund		0.78
3114.0042	Due to Other Funds-State Highway Account		2,713,792.91
3114.0048	Due to Other Funds-Transportation Revolving Account		1,013,287,607.39
3114.0055	Due to Other Funds- Mass Transportation Revolving Account		1.05
TOTAL		4,212,674,833.98	4,212,674,833.98

DEPARTMENT OF TRANSPORTATION (2660)
STATE TRANSPORTATION FUND
FEDERAL TRUST FUND (0890)
ANALYSIS OF CHANGE IN FUND BALANCE
Fiscal Year Ended June 30, 2005

FUND BALANCE AS OF JUNE 30, 2004	0.00
---	------

ADDITIONS:

Revenue	2,364,022,951.76	
Operating Transfers In	0.00	
Other Additions	0.00	

TOTAL ADDITIONS

2,364,022,951.76

DEDUCTIONS:

Appropriation Expenditures:

State Operations	520,465,035.31	
Local Assistance	1,001,511,431.62	
Capital Outlay	966,268,157.64	
	2,488,244,624.57	

Prior Year Adjustments:

State Operations	(3,766,909.58)	
Local Assistance	(55,980,207.85)	
Capital Outlay	(64,474,555.38)	
	(124,221,672.81)	

TOTAL DEDUCTIONS

2,364,022,951.76

FUND BALANCE AS OF JUNE 30, 2005	0.00
---	------

DEPARTMENT OF TRANSPORTATION (2660)
STATE TRANSPORTATION FUND
FEDERAL TRUST FUND (0890)
STATEMENT OF FINANCIAL CONDITION
JUNE 30, 2005

ASSETS**CASH:**

In State Treasury	0.00
-------------------	------

DEPOSITS IN SURPLUS MONEY INVESTMENT FUND**RECEIVABLES:**

1410.0055	Due from Other Funds - Mass Transportation Revolving Account	2.11	
1510	Due from Federal Government	4,212,674,831.87	4,212,674,833.98

PREPAID EXPENSES

TOTAL ASSETS	4,212,674,833.98
---------------------	------------------

LIABILITIES, RESERVES, AND FUND BALANCE**LIABILITIES:**

3010	Accounts Payable	3,196,673,431.85	
3114.0001	Due To Other Funds- General Fund	0.78	
3114.0042	Due To Other Funds - State Highway Account	2,713,792.91	
3114.0048	Due To Other Funds - Transportation Revolving Account	1,013,287,607.39	
3114.0055	Due To Other Funds - Mass Transportation Revolving Account	1.05	4,212,674,833.98

RESERVES:

FUND BALANCE - Unappropriated	0.00
-------------------------------	------

TOTAL LIABILITIES, RESERVES, AND FUND BALANCE	4,212,674,833.98
--	------------------

APPENDIX B

UPDATED INFORMATION FOR A CERTAIN TABLE IN THE OFFICIAL STATEMENT

Federal Aid Revenues

The table below sets forth the Apportionments, Obligation Authority, and Receipts of Federal Aid Revenues by the Department for FFY 2005 ending September 30, 2005.

FEDERAL AID REVENUES
APPORTIONMENTS, OBLIGATION AUTHORITY, AND RECEIPTS
FOR THE CALIFORNIA DEPARTMENT OF TRANSPORTATION
Under Congressional SAFETEA-LU Act ⁽¹⁾
Safe, Accountable, Flexible, Efficient Transportation Equity Act: A Legacy for Users
Federal Fiscal Year 2005
(\$ in thousands)

Federal Fiscal Year	Apportionments	Obligation Authority	Actual Receipts ⁽²⁾
2005	\$ 2,948,114	\$2,805,536	\$2,042,985

⁽¹⁾ Congress passed SAFETEA-LU on August 10, 2005.

⁽²⁾ Includes all sources of Federal Aid Highway funds for the Fiscal Year (October 1, 2004 through September 30, 2005).

APPENDIX C

LIST OF NATIONALLY RECOGNIZED MUNICIPAL SECURITIES INFORMATION REPOSITORIES (NRMSIR)

Bloomberg Municipal Repository

100 Business Park Drive
Skillman, NJ 08558
Email: Munis@Bloomberg.com
Phone: (609) 279-3225
FAX: (609) 279-5962

DPC Data, Inc.

One Executive Drive
Fort Lee, NJ 07024
Email: nrmsir@dpcdata.com
Phone: (201) 346-0701
FAX: (201) 947-0107

FT Interactive Data

Attn: NRMSIR
100 William Street, 15th Floor
New York, NY 10038
Email: NRMSIR@interactive.com
Phone: (212) 771-6999; (800) 689-8466
FAX: (212) 771-7390

Standard & Poor's Securities Evaluations, Inc.

55 Water Street, 45th Floor
New York, NY 10041
Email: nrmsir_repository@sandp.com
Phone: (212) 438-4595
FAX: (212) 438-3975